

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

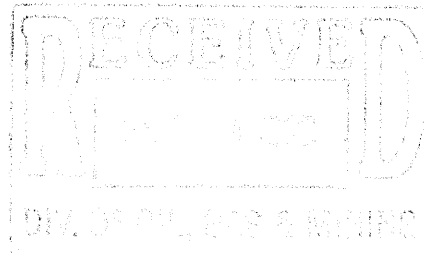
1594 West North Temple - Suite 1210

Box 145801

Salt Lake City, Utah 84114-5801

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ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

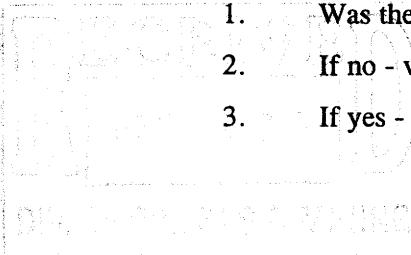
I. General Information

1. Report Time Period: From (mo./yr.) 1/98 To (mo./yr.) 12/98
2. DOGM File Number (Mine No): M /001 /027
3. Mine Name: Pearl Queen Perlite
4. Mineral(s) Mined (or permitted to mine): Perlite
5. Type of mine ☒ Surface Mine or ☐ Underground Mine
6. Legal Description (Location of Lands Affected):
SE 1/4, 1/4, 1/4, Section 2, Township 27S, Range 9W
SW 1/4, 1/4, 1/4, Section 2, Township 27S, Range 9W
1/4, 1/4, 1/4, Section , Township , Range
7. Name of Operator or Company: Pearl Queen Perlite Corporation
8. Permanent Street Address: 533 S Industrial Loop Road
City, State, Zip: Milford, UT 84751
Phone: (435) 387-2100
9. Company Representative (or designated operator):
Name: O. Jay Gatten
Title: President
Business Address: P O Box 490
City, State, Zip: Milford, UT 84751
Phone: (435) 387-2100
☒ Please check if any of the above information has changed since previous year.

New Area Code

II. Mining and Reclamation

1. Was there any mine related activity during the past year? Yes ☒ No ☐
2. If no - what was the last year of activity? _____
3. If yes - how much ore or mineral was mined? 6,908 tons (start up)



4. Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year.
Mine Construction - Strip weathered material/overburden
within bonded mine area (about 10 acres). Mine and crush
perlite ore to -1/2 inch size, haul material to mill in Milford
for processing.
5. How much **additional** acreage was disturbed during the past year? None
6. How much acreage was **reclaimed** during the past year? None
7. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.

8. What is the **total** disturbed acreage of entire project at years end? - 10 acres
9. Briefly summarize any mining and/or reclamation plans for the upcoming year.
None planned. This is a small operation and we plan to mine in
the same area.

NOTE: Section III., "Additional Information" applies only to **large mining operations**.

III. Additional Information

1. An updated surface facilities map should be attached if there have been significant changes since the previous map was submitted.
2. Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be attached.

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

Name (Typed or Print):

O Jay Gatten

Title of Operator:

President

Signature of Operator:

O Jay Gatten

Date:

2/12/99

